

## Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 049075

70

ORIGIN EUR-04

INFO OCT-01 ISO-00 /005 R

66650

DRAFTED BY: EUR/RPE:RCMEIMA

APPROVED BY: EUR/RPE:ACALBRECHT

----- 085998

R 131740Z MAR 74

FM SECSTATE WASHDC

TO USMISSION EC BRUSSELS

AMEMBASSY LONDON

LIMITED OFFICIAL USE STATE 049075

FOLLOWING SENT ACTION MADRID 12 MARCH, FROM SECSTATE RPTD  
FOR YOU. QUOTE:

LIMITED OFFICIAL USE STATE 049075

E.O. 11652: N/A

TAGS: EIND, ETRD

REF : A. MADRID 1537, B. A-697, JAN. 24, 197&

SUBJECT: US FERROUS SCRAP EXPORTS

1. DEPARTMENT CONFIRMS THAT 25,000 ST FIRST QUARTER UK  
FERROUS SCRAP QUOTA HAS BEEN RE-ALLOCATED TO ITALY.  
FOLLOWING IS BACKGROUND OF THIS RE-ALLOCATION FOR EMBASSY  
USE IN RESPONDING TO ANY SPANISH INQUIRIES.

2. PRIOR TO NOVEMBER 1973 ANNOUNCEMENT OF 1974 SCRAP  
CONTROL PROGRAM, EC REQUESTED THAT IN EVENT A QUOTA SYSTEM  
WERE ADOPTED IN 1974, USG ESTABLISH A "GLOBAL QUOTA" FOR  
THE EC RATHER THAN INDIVIDUAL COUNTRY QUOTAS FOR EC  
MEMBERS. EC WOULD THEN ALLOCATE ITS QUOTA INTERNALLY  
AMONG MEMBERS. AFTER CONFIRMING THIS WAS DESIRE OF ENTIRE  
EC MEMBERSHIP, USG CONCURRED IN EC REQUEST. EC INTERNAL  
ALLOCATION PROCEDURE DESCRIBED IN PARA (1), PAGE 4, OF  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 049075

EXPORT ADMINISTRATION BULLETIN 108, JAN. 8, 1974, COPIES

OF WHICH TRANSMITTED ALL POSTS IN REF B.

3. EC "GLOBAL QUOTA" OBTAINED SIMPLY BY AGGREGATING INDIVIDUAL QUOTAS CALCULATED FOR EACH EC MEMBER, WHICH TOTALED 197,400 ST. EC THEN DECIDED TO ALLOCATE 25,000 ST TO UK, AND REMAINING 172,400 ST TO ITALY. FYI: INDIVIDUAL EC FIRST QUARTER COUNTRY QUOTAS, CALCULATED ON BASIS US SCRAP

EXPORTS DURING JULY 1970-JUNE 1973 BASE PERIOD AS WERE ALL OTHER COUNTRY QUOTAS, SHOW ITALY AS HAVING QUOTA OF APPROXIMATELY 138,300 ST; UK WITH 48,600 ST; AND REMAINING SEVEN EC MEMBERS WITH TOTAL OF 10,500 ST. THUS, EVEN BEFORE LATES RE-ALLOCATION OF 25,000 ST TO ITALY, UK HAD VOLUNTARILY GIVEN UP ALMOST HALF OF ITS "QUOTA" AND OTHER EC MEMBERS ALL OF THEIR "QUOTAS" TO ITALY. END FYI.

4. EC AS A WHOLE DID NOT RPT NOT GET ANY LARGER QUOTA THAT IT ENTITLED TO ON BASIS OF INDIVIDUAL MEMBER COUNTRY QUOTAS. INSTEAD, IT CHOSE AS AN ECONOMIC COMMUNITY TO CONCENTRATE ITS INDIVIDUAL QUOTAS TO THAT MEMBER MOST BADLY IN NEED OF SCRAP. KISSINGER UNQUOTE KISSINGER

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** EXPORTS, IRON  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 13 MAR 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** golinofr  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974STATE049075  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** EUR/RPE:RCMEIMA  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** n/a  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19740346/aaaabrix.tel  
**Line Count:** 82  
**Locator:** TEXT ON-LINE  
**Office:** ORIGIN EUR  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** A. MADRID 1537, B. A-697, JAN. 24, 1, 97&  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** golinofr  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 29 MAR 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <29 MAR 2002 by collinp0>; APPROVED <04 JUN 2002 by golinofr>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** n/a  
**TAGS:** EIND, ETRD, US  
**To:** EC BRUSSELS LONDON  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005